

Sugar & Gur Domestic & International Fundamentals

- Weak sentiments recorded in key spot markets of sugar on Wednesday. Stockists are playing safe and want to stay out of the sugar trade at present due to lack of clarity.
- Thai white sugar premium stood at \$15 per ton. Also Thai raw sugar premium (Hi-pol) were offered at 60-65 points over ICE March raw sugar futures contract which is down from 75 points premium last week.
- Crushing of new cane crop has started in Thailand but very few mills has started its cane crushing operations. All millers are expected to start their crushing operations in the first week of December.
- Punjab government likely to fix the cane price next week as reported. Cane crushing is likely to start after 25th November in Punjab.
- Higher sugar output by Karnataka mills drive the overall sugar production up by 27%.
- Around 9.84 lac tons of sugar has been produced by 178 sugar mills in the country till 15th November. Out of total sugar production, around 4.2 lac tons of sugar has been produced by 49 Karnataka sugar mills.
- Maharashtra millers agreed to pay Rs 250 per quintal as cane remuneration to the farmers for 2012-13 season. However, final decision would be taken in the meeting soon by government.
- Gur prices improved today in Muzaffar nagar market.
- Around 26000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 5th Nov 2012, which are 6000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 650 bags of Chaku variety gur left in Cold storages for last season. This week around 9150 bags of gur has been lifted which increase the prices of gur last week.

Outlook:

Sugar prices are likely to move range bound with weak tone over higher sugar quota for Oct-Nov. Recent release clearly shows that government further increase in sugar prices. Meanwhile, Indian millers are importing raw sugar from Brazil that would put bearish impact on sugar prices.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	Unch	3287	3305	3285	3292
Jan-13	-10	3327	3330	3312	3315
Feb-13	-9	3343	3345	3331	3340

Contract	Volume	Change	OI	Change
Dec-12	9930	-11250	36060	-1100
Jan-13	2240	-2200	14110	650
Feb-12	1310	260	3850	300

Spread	Dec-12	Jan-13	Feb-13
Basis	183		
Dec-12		23	48
Jan-13			25

Stocks	Demat 20.11.12	In-Process 20.11.12	Total 20.11.12	FED 19.11.12
Kolhapur M	11802	0	11802	8809
Kolhapur S(old)	2311	0	2311	1124
Kolhapur S(New)	1310	0	1310	799
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-13	524.3	526.8	521	523.9	-2.4
May-13	530.7	534	528	531.3	-1.2
Aug-13	530.8	535.4	530.3	533.6	-0.8

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	-3	1080	1088	1075	1080
Jan-13	-1	1119.5	1126	1113.5	1118
March-13	-2.5	1142	1146	1134.5	1139.5

Contract	Volume	Change	OI	Change
Dec-12	8390	-1440	8000	190
Jan-13	2690	740	2970	-170
March-13	600	-440	1670	0

Spread	Dec-12	Jan-13	Mar-13
Basis	-60		
Dec-12		38	59.5
Jan-13			21.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.94	20.03	19.73	19.9	-0.04
May-13	19.79	19.96	19.69	19.85	-0.02
Jul-13	19.79	19.92	19.65	19.84	Unch

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	424.25	
Raw Sugar C&F (\$/MT)	Black Sea	541.25	
Sugar White FOB (\$/MT)	Santos Port	515.25	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'12/Mar'13	105.5	
Mar'13/Mar'13	89.5	
May'13/May'13	95	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.16	
Mar'12	17.98	
May'12	17.41	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-Nov-12	20-Nov-12	
Sugar	Delhi - Grade M	3600	3600	Unch
	Delhi - Grade S	3560	3560	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3580	3580	Unch
	UP- Ramala Grade M	3500	3490	-10
	Mumbai –Grade M	3641	3641	-
	Mumbai –Grade S	3492	3501	-9
	Kolhapur – Grade M	3475	3475	Unch
	Kolhapur – Grade S	3375	3375	Unch
	Vijayawada – Grade M	3900	3900	Unch
	Vijayawada- Grade S	3730	3730	Unch
	Nagpur – Grade S	3625	3650	-25
	Kolkata – Grade M	3740	3750	-10
	Chennai - Grade S	3400	3425	-25

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)

		21-Nov-12	20-Nov-12	
Muzaffar Nagar	Chaku New	2600	2550	+50
	Khurpa	2500	2500	Unch
	Laddu	2625	2600	+25
	Rascut	2275	2250	+25
Maharashtra	Lal Variety	2800	-	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	3400	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	2950	3000	-50
Mahalingapura	Penti (Average)	3050	3200	-150



Mandya	Achhu (Medium)	2800	2900	-100
	Kurikatu (Medium)	2450	2550	-100
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2650	2750	-100
Shimoga	Achhu (Average)	3300	3200	+100

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-Nov-12	20-Nov-12	Change
Dorala	M-30	-	-	-
Mawana	M-30	-	-	-
Modinagar	M-30	-	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	-	-	-
Asamoli	M-30	-	-	-
Dhanora	M-30	-	-	-
Dhampur	M-30	-	-	-
Kinnoni	M-31	-	-	-
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	21-Nov-12	20-Nov-12	Change
Nazibabad	M-30	-	-	-
Sakoti	M-30	-	-	-
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	21-Nov-12	20-Nov-12	Change
Baghpat	M-30	-	-	-
Gajraula	M-30	-	-	-
BulandShahar	M-30	-	-	-
Anupshahar	M-30	-	-	-

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2005 Indian Agribusiness Systems Pvt Ltd.